Long Term and Corporate Contracting

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Long Term Contract

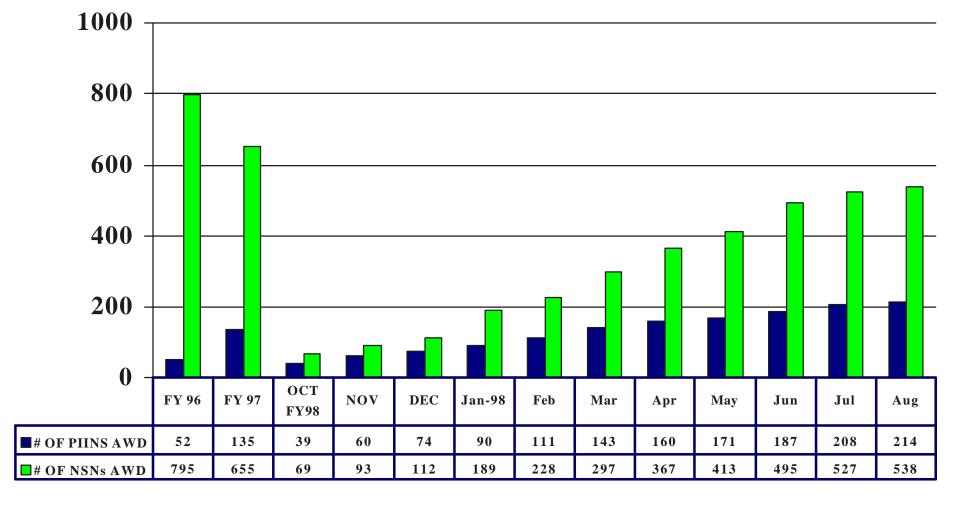
A contracting partnership between the Government and contractor covering delivery of supplies or performance of work for a specific period of time.

Why Long Term Contracts?

- ✓ Reduction of Administrative Lead Time
- ✓ Likelihood of future business
- ✓ Longer Term = Better Partners
- ✓ Future of doing business with TACOM

TACOM ALT/PLT REDUCTION PROGRAM LONG TERM CONTRACTS (LTC) AWARDED





Corporate Contract

A long term contract which covers a wide range of supplies and/or services and can be used by many different buying activities.

Why Corporate Contracts?

- ✓ Advantages of a Long Term Contract
- ✓ Supports the needs of many customers
- Combined requirements produce improved opportunities for pricing and delivery

Contract Types

- ✓ Indefinite Delivery/Indefinite Quantity
- ✓ Requirements
- ✓ Basic Ordering Agreement (BOA)
- ✓ Blanket Purchase Agreement
- ✓ Electronic Catalogs

Competition

- ✓ Maximum practicable competition
- ✓ Small and Small Disadvantaged Business
- ✓ Multiple Award Contracts

Example - Long Term

- ✓ M1 Fire Sensor, Control Amplifier
 - 3 year IDIQ contract
 - 2 line items
 - Use of IDIQ reduced administrative lead time from 150 days to under 5 days

Example - Long Term

- ✓ M1 Turbine Rotor Blades
 - Small Business
 - 5 year IDIQ
 - Maximum Value of \$14.5Mil

Example - Corporate

- ✓ Oshkosh Truck IDIQ Contract
 - 5 year contract
 - 2,000 line items
 - Use of EDI reduced administrative lead time from 133 days to under 10

Example - Corporate

- McDonnell Douglas
 - 5 year contract
 - 130 lines are requirements type
 - 700 lines are negotiated price/competitive
 - Use of EDI reduced administrative lead time from 133 days to under 10

Example - Corporate ✓ Small Unit Support Vehicle IDIQ Contract - 5 year commercial contract (18 pages) - 3,500 line items

- Includes vehicles, spare parts, engineering services, field support
- Available for use by any Agency

The Future

- ✓ Omnibus Contracts for Classes of Supplies or Services
 - Grouped by type of supply or service
 - Multiple Award Contracts
 - Available for use by any Agency